

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE*

FORM APPROVED
OMB NO. 1040-0136
Expires: February 28, 1995

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. UTU-78029
TYPE OF WELL <input type="checkbox"/> OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input checked="" type="checkbox"/> SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE		6. IF INDIAN, ALLOTTEE OR TRIBE NAME N/A
2. NAME OF OPERATOR QEP UINTA BASIN, INC.		7. UNIT AGREEMENT NAME BIG VALLEY UNIT # UTU-81308X
3. ADDRESS 11002 E. 17500 S. Vernal, Ut 84078		8. FARM OR LEASE NAME, WELL NO. CWD 8ML-32-8-24
Contact: Jan Nelson E-Mail: jan.nelson@questar.com		9. API NUMBER: 43-047-37275
Telephone number Phone 435-781-4331 Fax 435-781-4323		10. FIELD AND POOL, OR WILDCAT UNDESIGNATED
4. LOCATION OF WELL (Report location clearly and in accordance with and State requirements*) At Surface 650953X 2013' FNL 470' FEL, SENE, SECTION 32, T8S, R24E At proposed production zone 4438019Y 40.080817 - 109.229575		11. SEC., T, R, M, OR BLK & SURVEY OR AREA SEC. 32 T8S R24E Mer SLB
14. DISTANCE IN MILES FROM NEAREST TOWN OR POSTOFFICE* 35 +/- SOUTHEAST OF VERNAL, UTAH		12. COUNTY OR PARISH Uintah
15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (also to nearest drig, unit line if any) 470' +/-		13. STATE UT
16. NO. OF ACRES IN LEASE 640.00		17. NO. OF ACRES ASSIGNED TO THIS WELL 40
18. DISTANCE FROM PROPOSED location to nearest well, drilling, completed, applied for, on this lease, ft 4000' +/-		20. BLM/BIA Bond No. on file ESB000024
21. ELEVATIONS (Show whether DF, RT, GR, ect.) 5157.4' GR		23. Estimated duration 10 days
22. DATE WORK WILL START ASAP		
24. Attachments		

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan
3. A surface Use Plan (if location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

SIGNED

Jan Nelson
Regulatory Affairs

Name (printed/typed) Jan Nelson

DATE 10-18-05

TITLE

(This space for Federal or State office use)

PERMIT NO.

43-047-37275

APPROVAL DATE

RECEIVED

Application approval does not warrant or certify the applicant holds any legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

CONDITIONS OF APPROVAL, IF ANY:

OCT 19 2005

APPROVED BY

Bradley G. Hill

BRADLEY G. HILL
ENVIRONMENTAL SCIENTIST III DIV. OF OIL, GAS & MINING
*See Instructions On Reverse Side

DATE 11-07-05

Title 18 U.S.C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

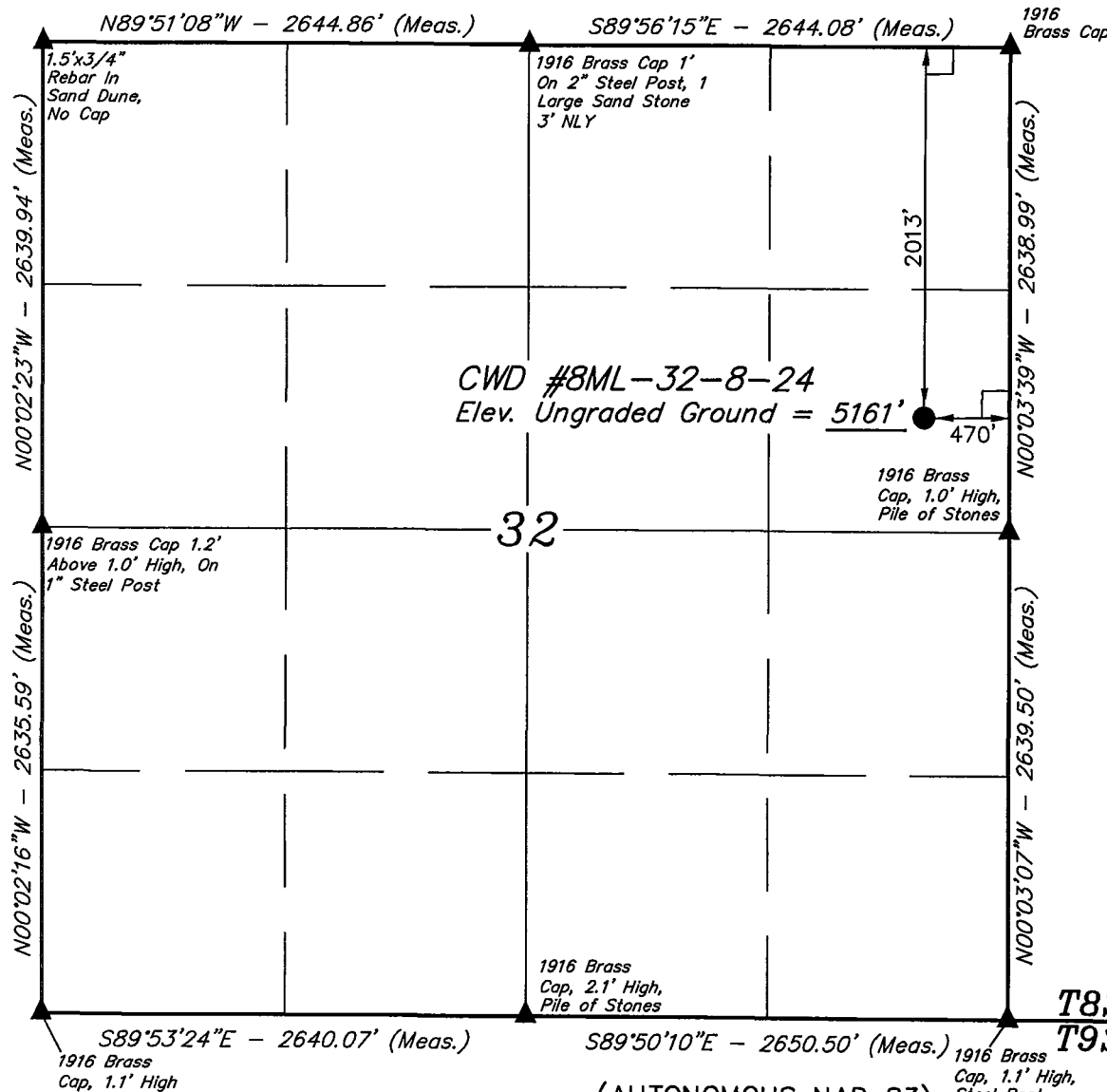
Federal Approval of this
Action is Necessary

CONFIDENTIAL

T8S, R24E, S.L.B.&M.

QUESTAR EXPLR. & PROD.

Well location, CWD #8ML-32-8-24, located as shown in the SE 1/4 NE 1/4 of Section 32, T8S; R24E, S.L.B.&M. Uintah County, Utah.

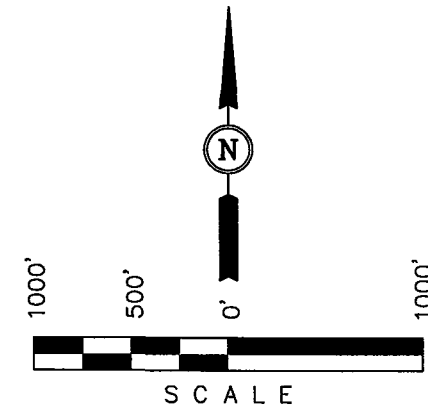


BASIS OF ELEVATION

BENCH MARK 45EAM LOCATED IN THE NW 1/4 SW 1/4 OF SECTION 6, T9S, R24E, S.L.B.&M. TAKEN FROM THE BONANZA, QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5350 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR
REGISTRATION NO. 116109
STATE OF UTAH

LEGEND:

- └─┘ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 83)
LATITUDE = 40°04'50.99" (40.080831)
LONGITUDE = 109°13'48.68" (109.230189)
(AUTONOMOUS NAD 27)
LATITUDE = 40°04'51.11" (40.080864)
LONGITUDE = 109°13'46.25" (109.229514)

UINTAH ENGINEERING & LAND SURVEYING
85 SOUTH 200 EAST - VERMILION, UTAH 84078
(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 09-28-05	DATE DRAWN: 09-29-05
PARTY D.A. C.R. L.K.	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE QUESTAR EXPLR. & PROD.	

Additional Operator Remarks

QEP Uinta Basin, Inc. proposes to drill a well to 9000' to test the MesaVerde. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements"

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 and 24 East.

See attached Onshore No. 1

See attached notice of intent to complete into multiple pools.

Please be advised that QEP Uinta Basin Inc. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No.ESB000024. The principal is QEP Uinta Basin Inc. via surety as consent as provided for the 43 CFR 3104.2.

NOTICE OF INTENT TO COMPLETE INTO MULTIPLE POOLS

CWD 8ML-32-8-24

In compliance with the stated objectives of section R649-3-22 of the Utah Administrative Code and the Utah Oil and Gas Conservation Act, Questar Exploration and Production Company hereby requests the commingling of production between intervals in the CWD 8ML-32-8-24. Questar considers this commingling to be in the public interest in that it promotes maximum ultimate economic recovery, prevents waste, provides for orderly and efficient production of oil and gas and presents no detrimental effects from commingling the two gas streams.

Questar requests approval for the commingling between the Mesa Verde and Wasatch intervals. As the well is not in a Unit PA and the ownership is the same between formations, production will be reported as combined Mesa Verde / Wasatch production.

This well will be completed using multiple stage hydraulic fracturing. Bridge plugs will be used to isolate completion intervals during fracturing operations and will be drilled up prior to putting the well on production. Mesa Verde and Wasatch intervals will be fractured separately, except where they occur too close together to make isolation unfeasible.

A plat of all contiguous owners will follow along with an affidavit stating that all contiguous owners have been notified and given a 15 day objection period.

I hereby certify that the foregoing is true and correct

A handwritten signature in black ink, appearing to read "Mike Stahl", written in a cursive style.

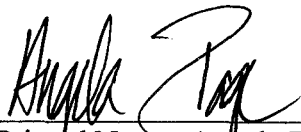
Mike Stahl
Completion Engineer
Questar Exploration & Production

AFFIDAVIT OF NOTICE

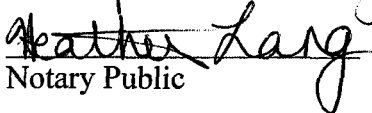
STATE OF COLORADO)
COUNTY OF DENVER) ss:

Angela Page, being duly sworn, deposes and says:

1. That I am employed by Questar Market Resources in the capacity as a Landman. My business address is Independence Plaza
1050 17th Street, Suite 500
Denver, CO 80265
2. In my capacity as a Landman, pursuant to the provisions of Utah Administrative Rule 615-3-22 I have provided a copy of Questar Market Resource's application for completion of the CWD 8ML-32-8-24 well into two or more pools, in the form of Utah Division of Oil, Gas and Mining's Form 9 Sundry Notice, to owners of all contiguous oil and gas leases or drilling units overlying the pools which are the subject of that application.
3. In my capacity as a Landman I am authorized to provide such notice of Questar Market Resource's application to contiguous owners and to make this affidavit on this 27th day of July, 2005.

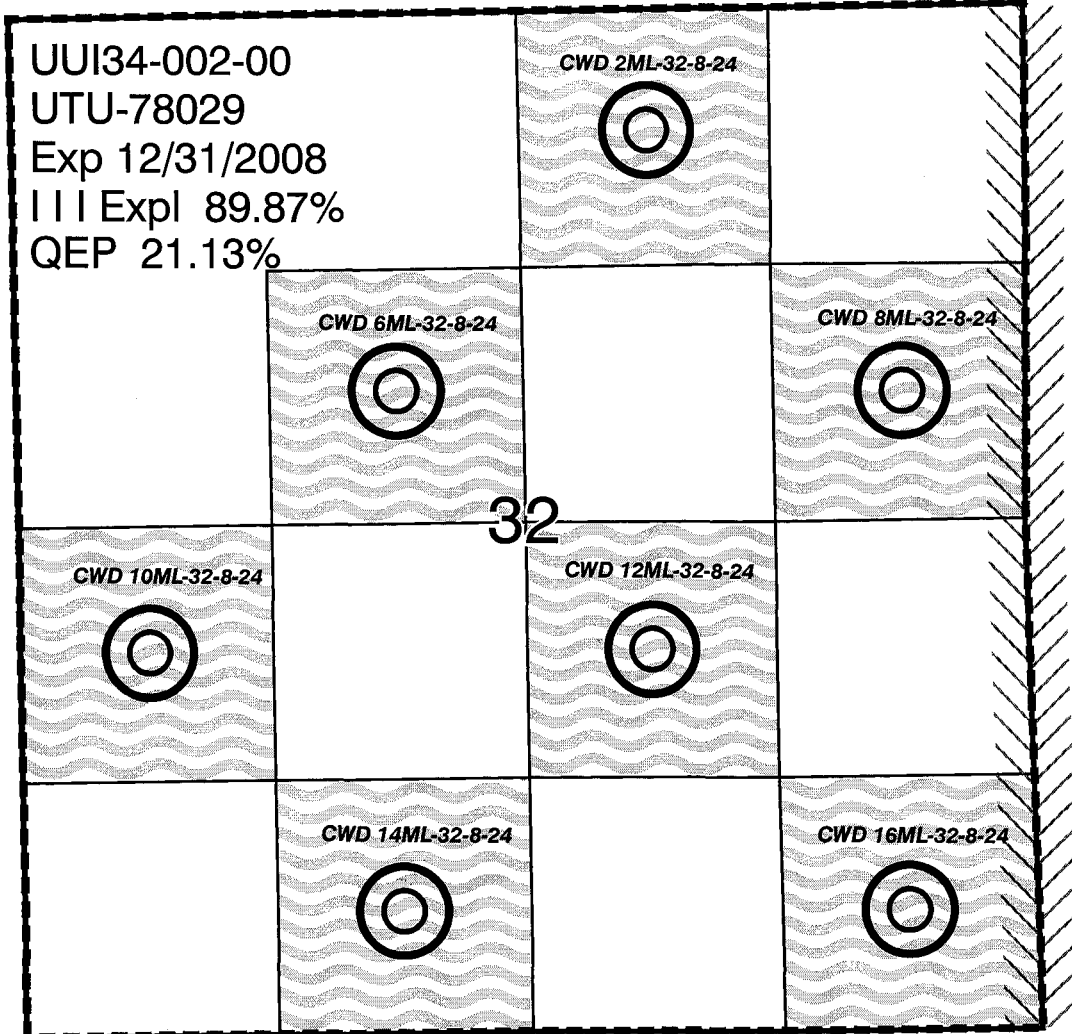

Printed Name: Angela Page

The foregoing instrument was sworn to and subscribed before me this 27th day of July, 2005, by Angela Page

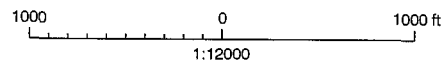

Notary Public

My Commission Expires 07/08/2008





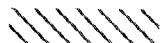
Sec 32, T8S-R24E



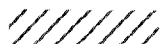
40-acre pool



Commingled well



Big Valley Unit boundary



N. Bonanza Unit boundary



Lease line

Tw / Kmv COMMINGLED PRODUCTION

Uinta Basin—Uintah County, Utah

**Wells: CWD 2ML-32-8-24,
CWD 6ML-32-8-24, CWD 8ML-32-8-24,
CWD 10ML-32-8-24, CWD 12ML-32-8-24
CWD 14ML-32-8-24, CWD 16ML-32-8-24**

Lease: UTU-78029

QUESTAR
Exploration and
Production

Geologist: JD Herman

Landman: Angela Page

Engineer:

Technician:

1050 17th St., # 500 Denver, CO 80202

Date: August 16, 2005

05722MapelUtah mapelComm 200514924.cdr

ONSHORE OIL & GAS ORDER NO. 1
Approval of Operations on Onshore
Federal Oil and Gas Leases

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

1. Formation Tops

The estimated tops of important geologic markers are as follows:

Formation	Depth
Uinta	Surface
Green River	1655'
Wasatch	4080'
Mesa Verde	5985'
TD	9000'

2. Anticipated Depths of Oil, Gas, Water and Other Mineral Bearing Zones

The estimated depths at which the top and bottom of the anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are as follows:

Substance	Formation	Depth
Oil/Gas	Mesa Verde	9000'

All fresh water and prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

All water shows and water-bearing sands will be reported to the BLM in Vernal, Utah. Copies of State of Utah form OGC-8-X are acceptable. If no flows are detected, samples will be submitted to the BLM along with any water analyses conducted.

3. Anticipated Bottom Hole Pressures

Maximum anticipated bottom hole pressure equals approximately 3903.0 psi.

**QEP UINTA BASIN, INC.
CWD 8ML-32-8-24
2013' FNL 470' FEL
SENE, SECTION 32, T8S, R24E
UINTAH COUNTY, UTAH
LEASE # UTU-78029**

ONSHORE ORDER NO. 1

MULTI – POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the CWD 8ML-32-8-24 on October 12, 2005. Weather conditions were clear and sunny at the time of the onsite. In attendance at the inspection were the following individuals:

Paul Buhler	Bureau of Land Management
Todd McGrath	Bureau of Land Management
Jan Nelson	QEP Uinta Basin Inc.

1. Existing Roads:

The proposed well site is approximately 35 miles southeast of Vernal, Utah.

Refer to Topo Maps A and B for location of access roads within a 2 – mile radius.

Improvements will be made to existing two track County road.

2. Planned Access Roads:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Refer to Topo Map B for the location of the proposed access road.

A right-of-way will be required for the part of road that travels off lease. The part of road that goes off lease is 7300' + / - in length.

3. Location of Existing Wells Within a 1 – Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Refer to Topo Map D for the location of the proposed pipeline.

QEP requests a surface pipeline based on the following justification included in the attached "Request for Exception".

A right-of-way will be required for the part of pipeline that travels off lease. The part of pipeline that goes off lease is 10,100' + / - in length.

5. Location and Type of Water Supply:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

6. Source of Construction Materials:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

7. Methods of Handling Waste Materials:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

8. Ancillary Facilities:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A pit liner is required. A felt pit liner will be required if bedrock is encountered.

10. Plans for Reclamation of the Surface:

Please see QEP Uinta Basin, Inc. Standard Operating Practices for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Interim Reclamation

Please see attached Interim Reclamation plan.

Once the well is put onto production, QEP will reclaim as much of the well pad as possible that will allow for operations to continue in a safe and reasonable manner. Reseeding will be done in the spring or fall of every year to allow winter precipitation to aid in the success of reclamation.

Seed Mix:

Interim Reclamation:

6 lbs Hycrest Crested Wheatgrass

6 lbs Indian Rice Grass

Final Reclamation:

Seed Mix # 1 3 lbs. Fourwing Saltbush, 4 lbs. Hycrest Crested Wheat Grass, 3 lbs. Indian Rice Grass and 1 lbs. Needle & Thread Grass.

11. Surface Ownership:

Bureau of Land Management

170 South 500 East

Vernal, Utah 84078

(435) 781-4400

12. Other Information

A Class III archaeological survey was conducted by Montgomery Archaeology Consultants. A copy of this report was submitted directly to the appropriate agencies by Montgomery Archaeology Consultants. Cultural resource clearance was recommended for this location.

A class III paleontological survey was conducted by Intermountain Paleo Consulting. A copy of this report was submitted directly to the appropriate agencies by Stephen D. Sandau. The inspection resulted in the location of no fossil resources. However, if vertebrate fossil(s) are found during construction a paleontologist should be immediately notified. QEP will provide paleo monitor if needed.

No drilling or construction will take place during the Pronghorn season May 10 thru June 20th.

There is a Golden Eagle Stipulation from February 1st to August 15th. No construction or drilling will commence during this period unless otherwise determined by a wildlife biologist that the site is inactive.

QEP will install low profile tanks with a berm on the North side of the location in an effort to shield facilities from existing eagles nest.

QEP Uinta Basin, Inc.
Request for Exception to Buried Pipeline
for
CWD 8ML-32-8-24

QEP respectfully requests an exception to burying this pipeline. We understand the standard Condition of Approval (COA) that may be included in the approved Application for Permit to Drill (APD) is: *"As a Best Management Practice (BMP), the pipeline would be buried within the identified construction width of an access corridor that contains the access road and pipelines. The construction width for the access corridor would increase from 30 feet, by an additional 20 feet, to a total of 50 feet. Exceptions to this BMP may be granted where laterally extensive, hard indurated bedrock, such as sandstone, is at or within 2 feet of the surface; and, soil types with a poor history of successful rehabilitation."* QEP will install the pipeline within the access corridor and will avoid cross-country installation when possible. Our reason for requesting a surface line is based on the following justification:

Class IV VRM

- ♦ This area's designated Visual Resource Management is classified as Class IV. The Class IV objective is to provide for management activities that require major modification to the existing character of the landscape. The level of change to the landscape can be high. The management activities may dominate the view and may be the major focus of the viewer attention. However, every attempt should be made to minimize the impact of these activities through careful location, minimal disturbance, and repetition of the basic visual elements of form, line, color, and texture.
- ♦ QEP feels that surface pipe will comply with this classification more so than buried pipe due to the amount of surface disturbance that will be required to bury it. We believe surface installation within the access corridor will minimize the disturbance so that the pipeline does not dominate the view.

Environmental and Safety Concerns

- ♦ Buried pipe will greatly increase surface disturbance and habitat fragmentation. The soil in this area has a poor history of successful rehabilitation. Buried pipe will have an increased corrosion rate and would need to be dug up for repairs or replacement; the constant surface disturbance will not allow time for successful reclamation.
- ♦ Increasing surface disturbance will greatly increase noxious and invasive weed infestation.

- ♦ With the increased corrosion rate, buried pipe may have undetectable leaks that could go unnoticed for months. Small leaks may turn into large plumes of underground hazards because they are not easily monitored and not seen right away. An undetected leak also increases the potential for explosive incidents. Once detected, the surface will need to be disturbed, once again, to dig up the line and replace or repair it.
- ♦ Accidents associated with pipe breaks during construction activities could increase substantially as the number of buried lines increases.
- ♦ The additional surface disturbance will increase the risk of disturbing paleontological sites.

Operational and Mechanical Concerns for Gas Lines

- ♦ Cathodic protection will be required for buried pipe. Cathodic protection requires anode beds that must be maintained. This will add substantial costs in labor and material. Additional power lines will need to be installed to the anode beds. The additional costs for equipment and labor will be approximately \$50,000.00 per section.
- ♦ Pipeline markers need to be used with buried pipe. This will add costs in labor and material.
- ♦ Every tie in requires a valve. The average distance between valves is approximately ¼ mile. Valves will have to be placed in “freeze boxes” or “valve boxes”. Valve boxes will be considered confined space which increases the manpower needed to repair or replace valves. Every valve box will also require bright yellow guard rails.
- ♦ Additional equipment required for buried pipe can include blades/dozers, trenchers (cutting or blasting in hard rock), side booms, etc. which increases installation costs.
- ♦ Buried pipe must have fusion bonded epoxy (FBE) coating. FBE pipe will cost an additional \$2.00 per foot compared to bare pipe.
- ♦ This pipeline has the potential for being upgraded/upsized to a larger pipe diameter depending on production volumes. If upsizing is required, the pipe will need to be dug up which will cause additional surface disturbance and will not allow adequate time for successful reclamation.
- ♦ Surface lines are sometimes relocated to accommodate new locations; this is done in an effort to minimize the amount of pipe needed and the amount of surface disturbed. If this pipe is buried, this will no longer be an option.

Lessee's or Operator's Representative:

Jan Nelson
Red Wash Rep.
QEP Uinta Basin, Inc.
11002 East 17500 South
Vernal, Utah 84078
(435) 781-4331

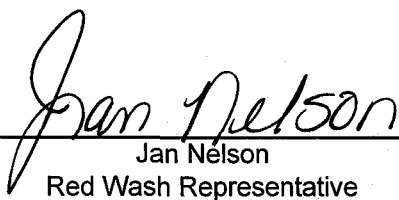
Certification:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

QEP Uinta Basin Inc. will be fully responsible for the actions of their subcontractors.

A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by QEP Uinta Basin, Inc. its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.



Jan Nelson
Red Wash Representative

18-Oct-05

Date

QUESTAR EXPLR. & PROD.

CWD #8ML-32-8-24

LOCATED IN UINTAH COUNTY, UTAH
SECTION 32, T8S, R24E, S.L.B.&M.

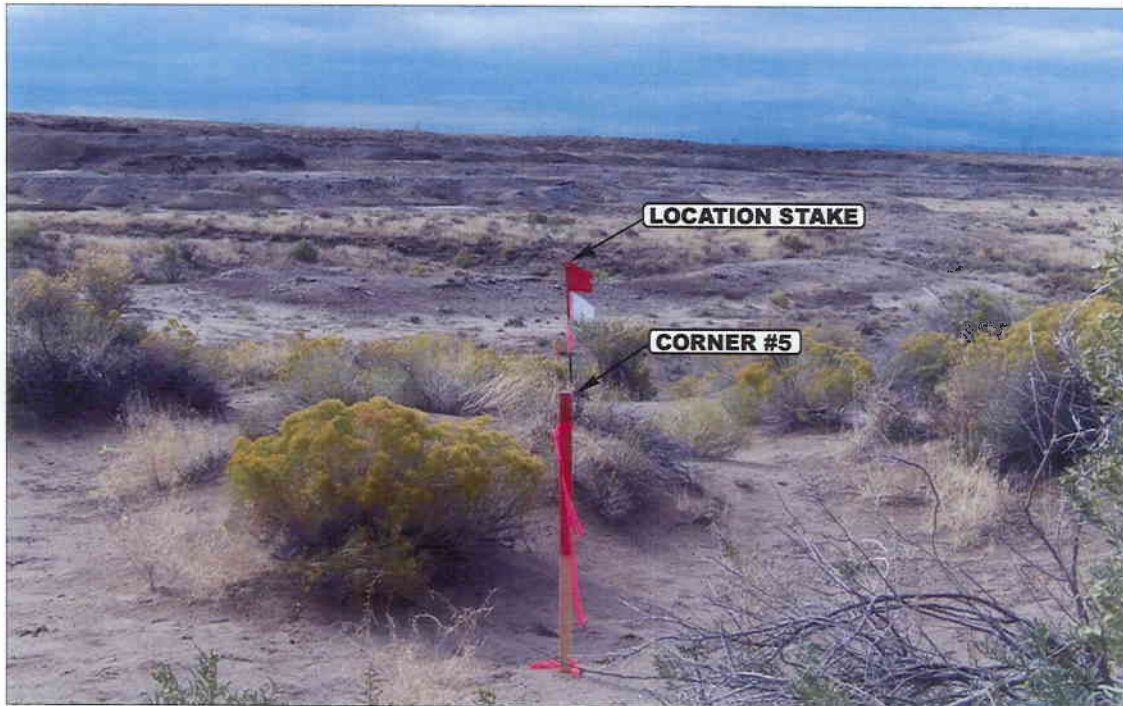


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHWESTERLY



UELS

Uintah Engineering & Land Surveying

85 South 200 East Vernal, Utah 84078
435-789-1017 ueis@uelsinc.com

LOCATION PHOTOS

09 30 05
MONTH DAY YEAR

PHOTO

TAKEN BY: D.A.

DRAWN BY: L.K.

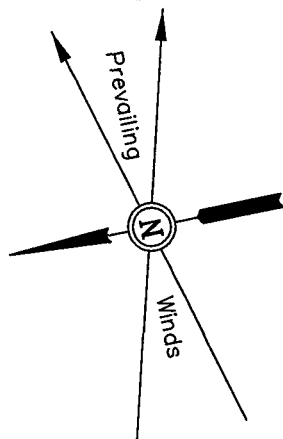
REVISED: 00-00-00

QUESTAR EXPLR. & PROD.

FIGURE #1

LOCATION LAYOUT FOR

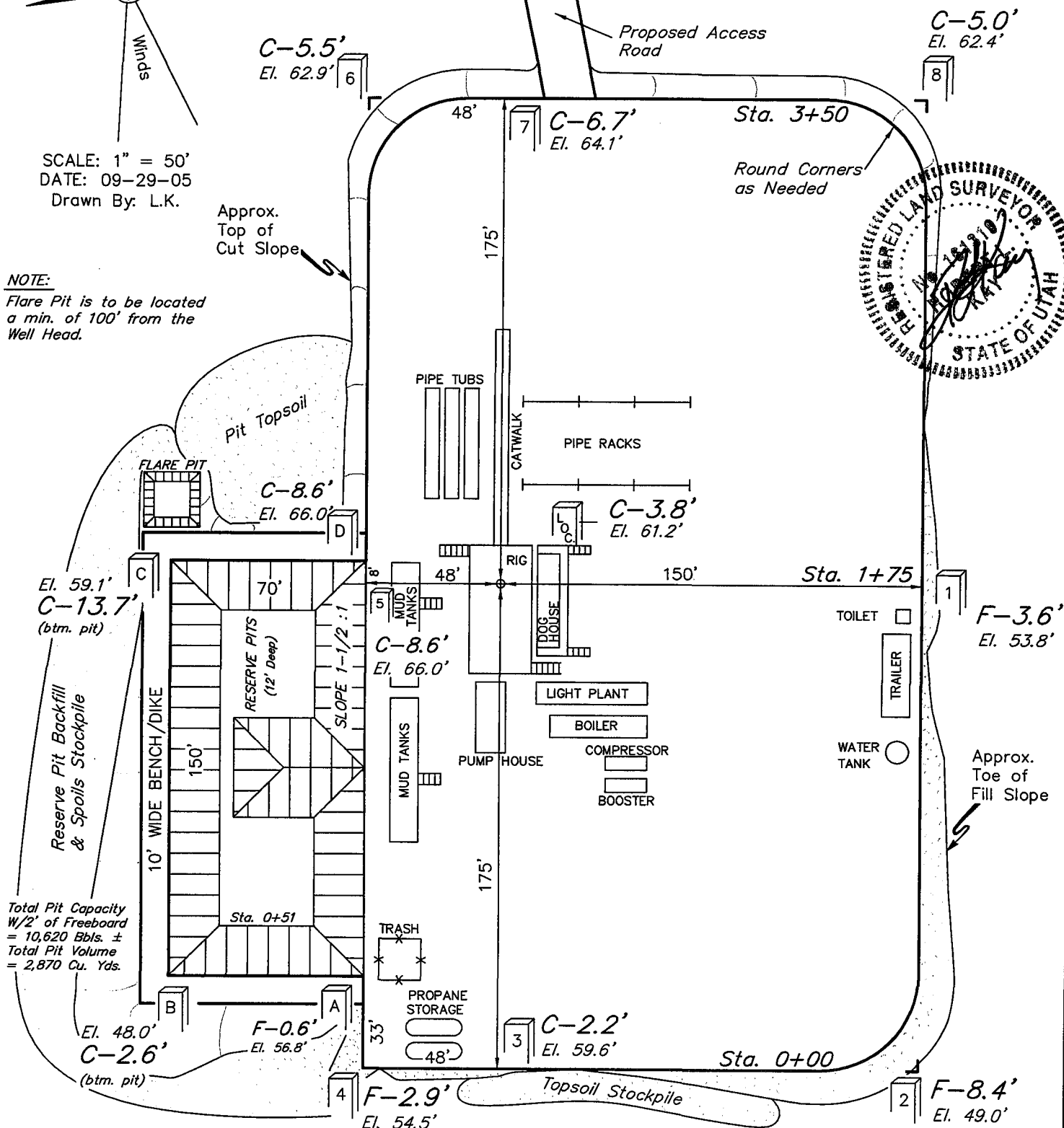
CWD #8ML-32-8-24
SECTION 32, T8S, R24E, S.L.B.&M.
2013' FNL 470' FEL



SCALE: 1" = 50'
DATE: 09-29-05
Drawn By: L.K.

NOTE:

Flare Pit is to be located a min. of 100' from the Well Head.



NOTES:

Elev. Ungraded Ground At Loc. Stake = 5161.2'
FINISHED GRADE ELEV. AT LOC. STAKE = 5157.4'

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

QUESTAR EXPLR. & PROD.

FIGURE #2

TYPICAL CROSS SECTIONS FOR

CWD #8ML-32-8-24

SECTION 32, T8S, R24E, S.L.B.&M.

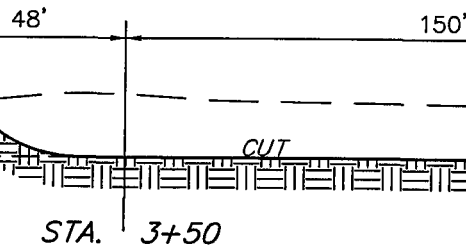
2013' FNL 470' FEL

1" = 20'
X-Section
Scale
1" = 50'

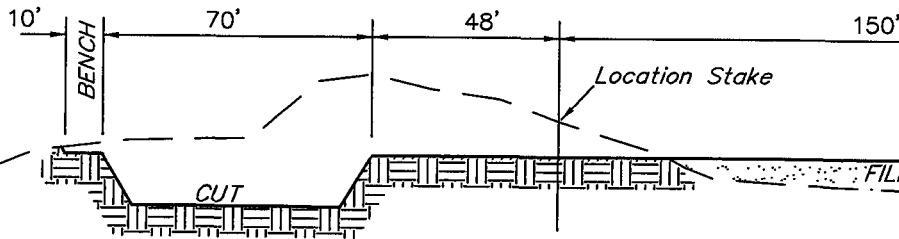
DATE: 09-29-05

Drawn By: L.K.

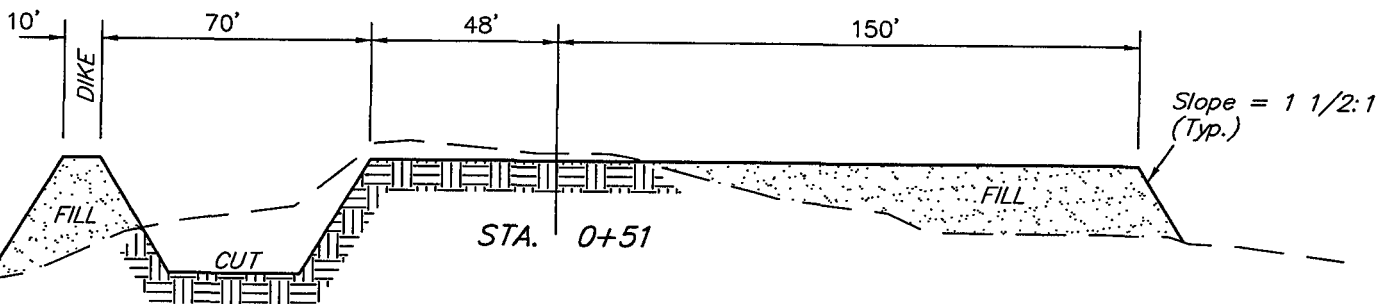
Preconstruction
Grade



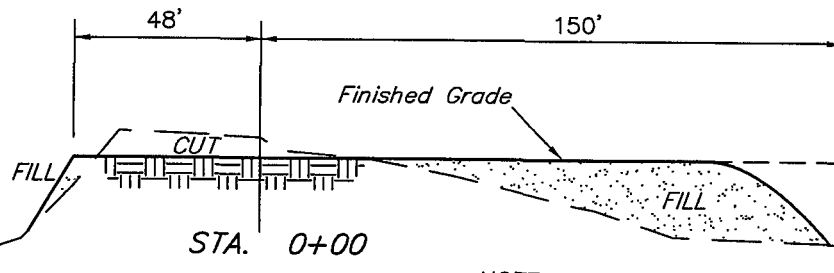
STA. 3+50



STA. 1+75



STA. 0+51



STA. 0+00

NOTE:

Topsoil should not be
Stripped Below Finished
Grade on Substructure Area.

APPROXIMATE YARDAGES

CUT

(6") Topsoil Stripping = 1,790 Cu. Yds.

Remaining Location = 8,290 Cu. Yds.

TOTAL CUT = 10,080 CU.YDS.

FILL = 6,850 CU.YDS.

* NOTE:

FILL QUANTITY INCLUDES
5% FOR COMPACTION

Excess Material = 3,230 Cu. Yds.

Topsoil & Pit Backfill
(1/2 Pit Vol.) = 3,230 Cu. Yds.

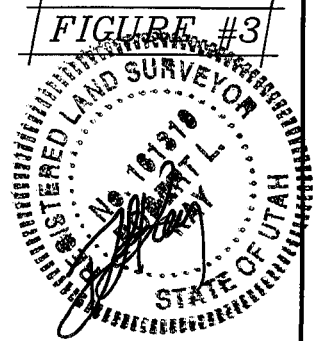
EXCESS UNBALANCE = 0 Cu. Yds.
(After Rehabilitation)

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

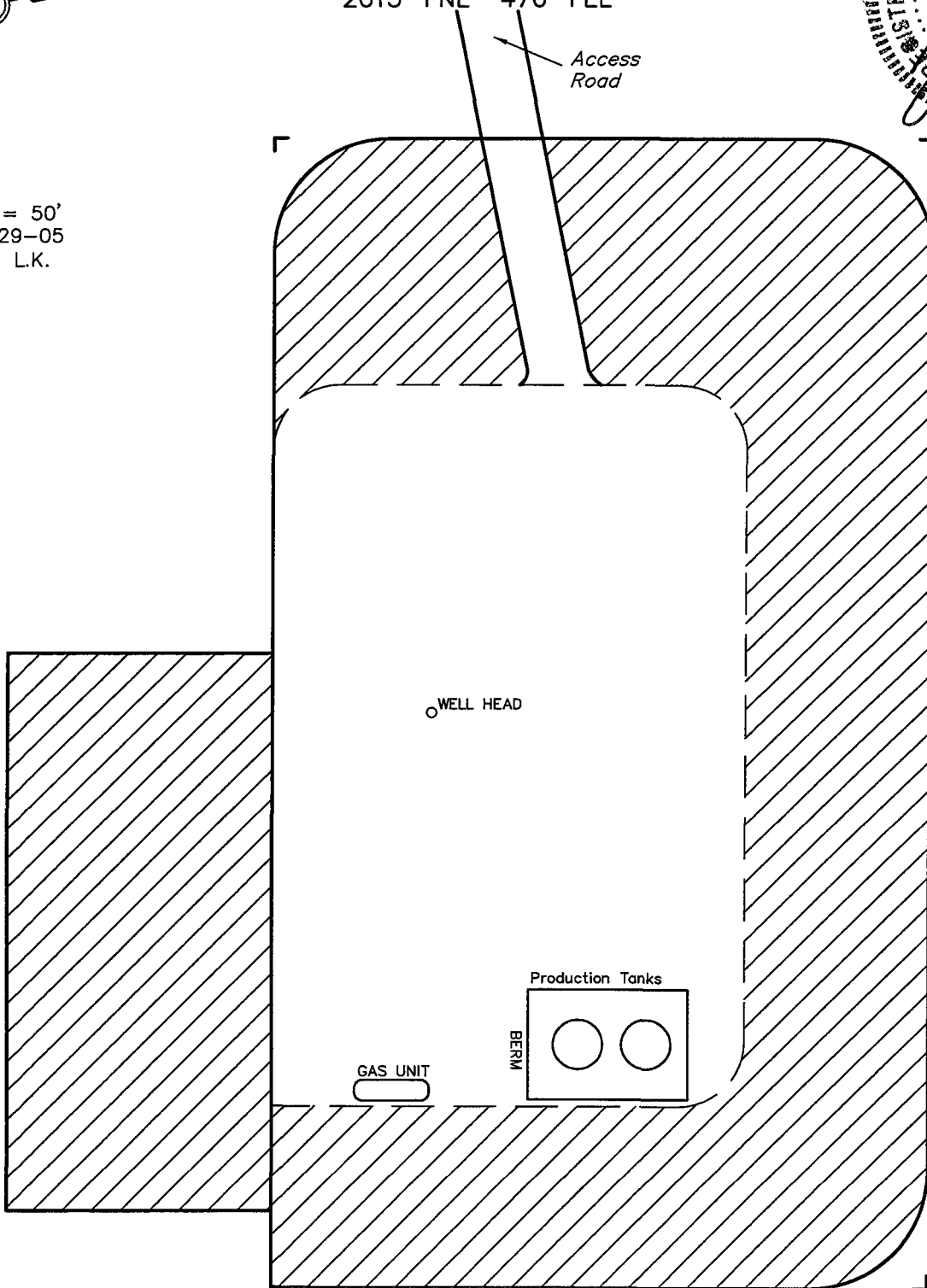
QUESTAR EXPLR. & PROD.

INTERIM RECLAMATION PLAN FOR

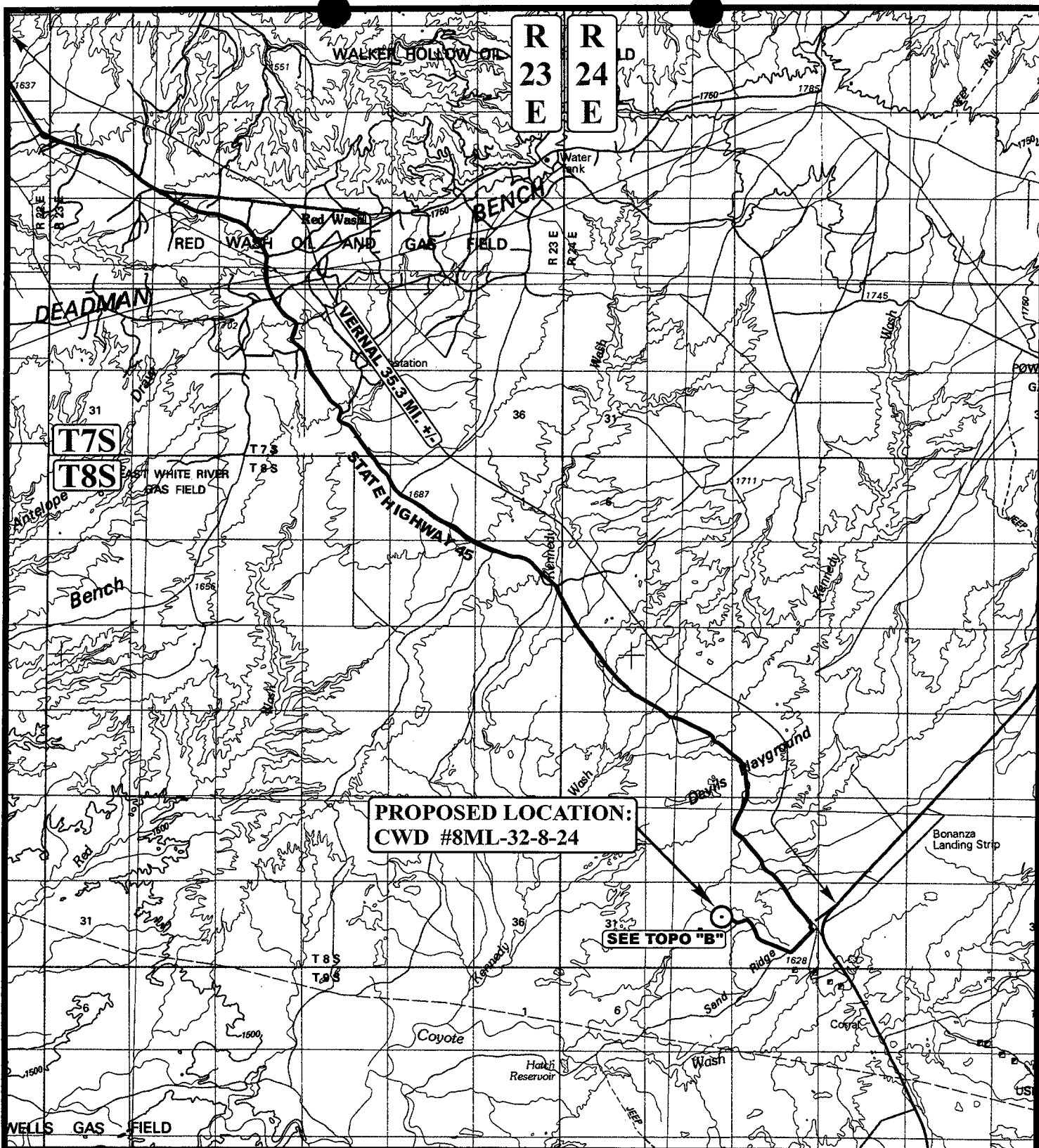
CWD #8ML-32-8-24
SECTION 32, T8S, R24E, S.L.B.&M.
2013' FNL 470' FEL



SCALE: 1" = 50'
DATE: 09-29-05
Drawn By: L.K.



 INTERIM RECLAMATION



LEGEND:

○ PROPOSED LOCATION

N

QUESTAR EXPLR. & PROD.

CWD #8ML-32-8-24

SECTION 32, T8S, R24E, S.L.B.&M.

2013' FNL 470' FEL



Uintah Engineering & Land Surveying
 85 South 200 East Vernal, Utah 84078
 (435) 789-1017 * FAX (435) 789-1813

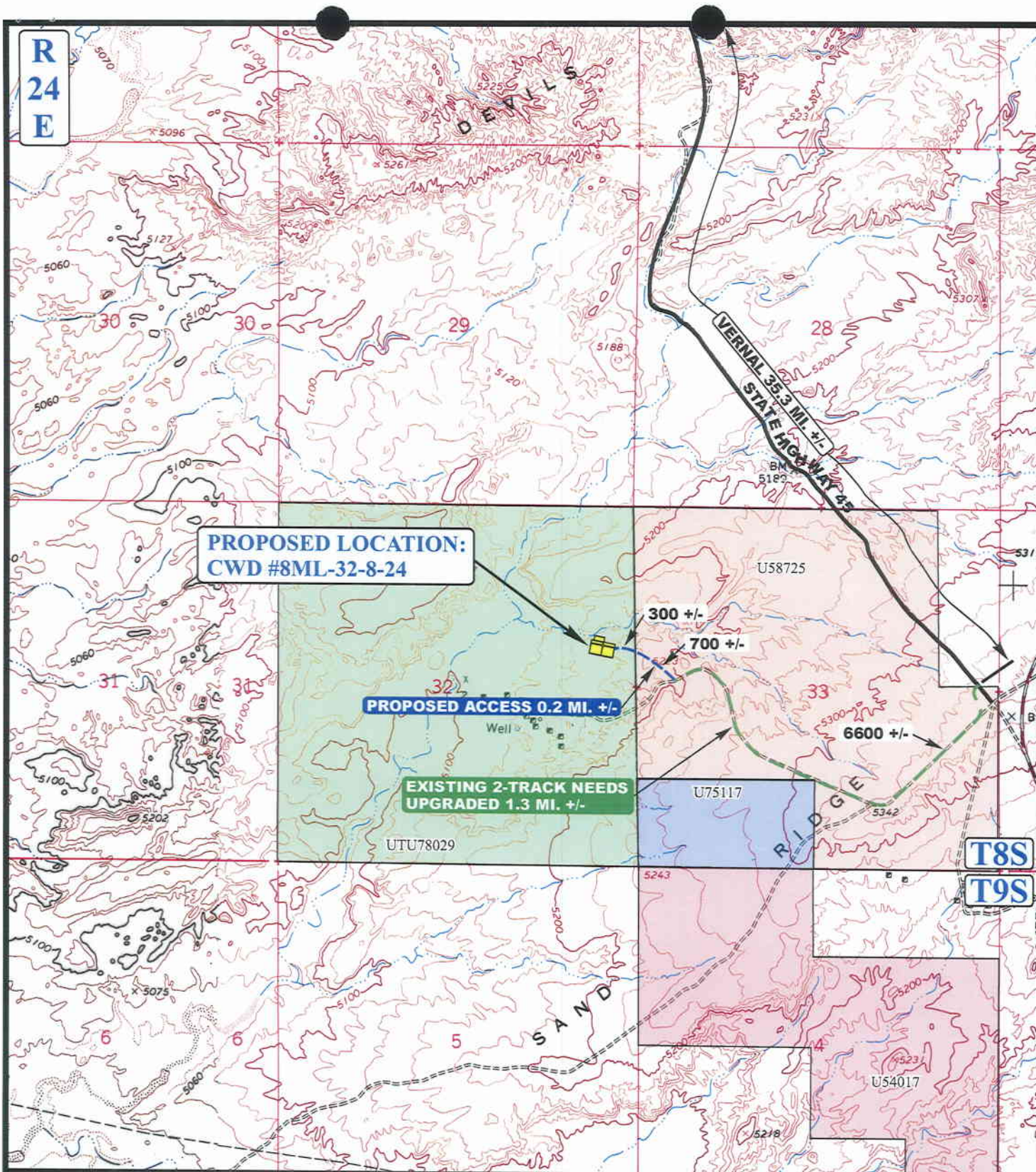
TOPOGRAPHIC
MAP

09 **30** **05**
 MONTH DAY YEAR

SCALE: 1:100,000 DRAWN BY: L.K. REVISED: 00-00-00



**R
24
E**



LEGEND:

- EXISTING ROAD
- PROPOSED ACCESS ROAD



QUESTAR EXPLR. & PROD.

CWD #8ML-32-8-24
SECTION 32, T8S, R24E, S.L.B.&M.
2013' FNL 470' FEL



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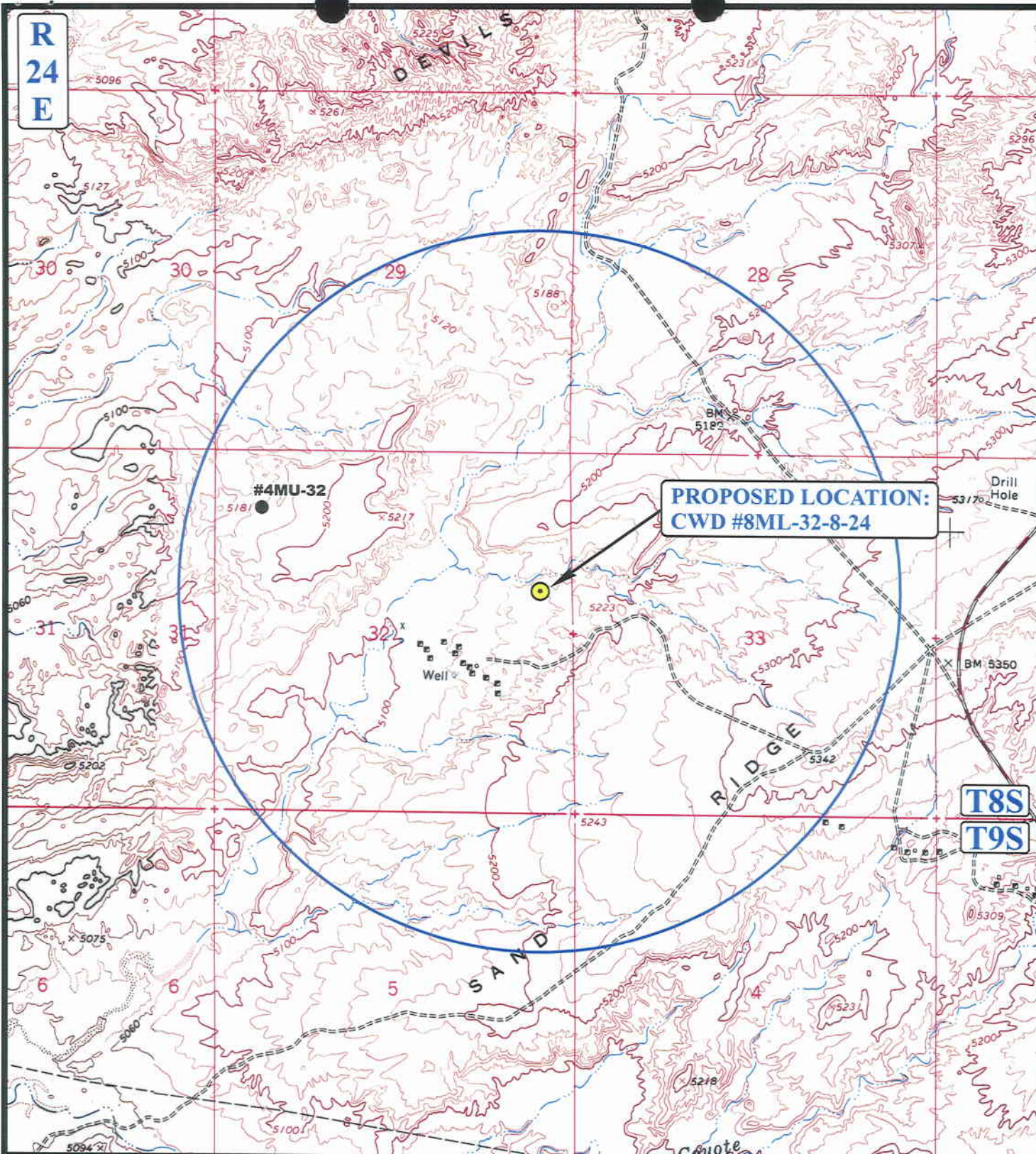
**TOPOGRAPHIC
MAP**

09 30 05
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: L.K. REVISED: 00-00-00

**B
TOPO**

R
24
E



LEGEND:

- | | |
|-------------------|-------------------------|
| ○ DISPOSAL WELLS | ○ WATER WELLS |
| ● PRODUCING WELLS | ● ABANDONED WELLS |
| ● SHUT IN WELLS | ● TEMPORARILY ABANDONED |

QUESTAR EXPLR. & PROD.

CWD #8ML-32-8-24
SECTION 32, T8S, R24E, S.L.B.&M.
2013' FNL 470' FEL



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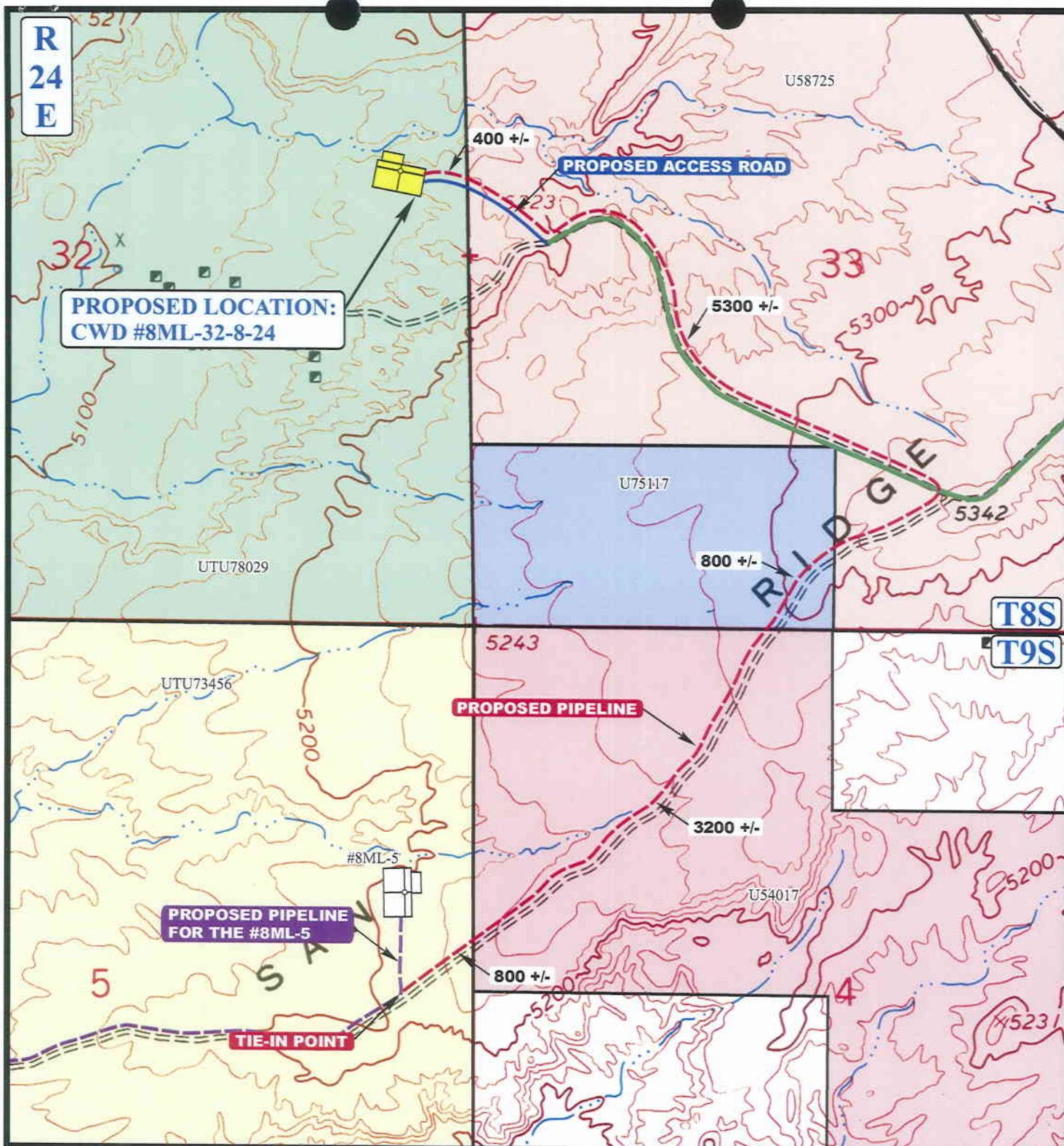


TOPOGRAPHIC
MAP

09 30 05
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: L.K. REVISED: 00-00-00





WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 10/19/2005

API NO. ASSIGNED: 43-047-37275

WELL NAME: CWD 8ML-32-8-24

OPERATOR: QEP UINTA BASIN, INC. (N2460)

CONTACT: JAN NELSON

PHONE NUMBER: 435-781-4331

PROPOSED LOCATION:

SENE 32 080S 240E

SURFACE: 2013 FNL 0470 FEL

BOTTOM: 2013 FNL 0470 FEL

UINTAH

UNDESIGNATED (2)

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-78029

SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: MVRD

COALBED METHANE WELL? NO

INSPECT LOCATN BY: / /

Tech Review	Initials	Date
Engineering	DND	11/9/05
Geology		
Surface		

LATITUDE: 40.08082

LONGITUDE: -109.2296

RECEIVED AND/OR REVIEWED:

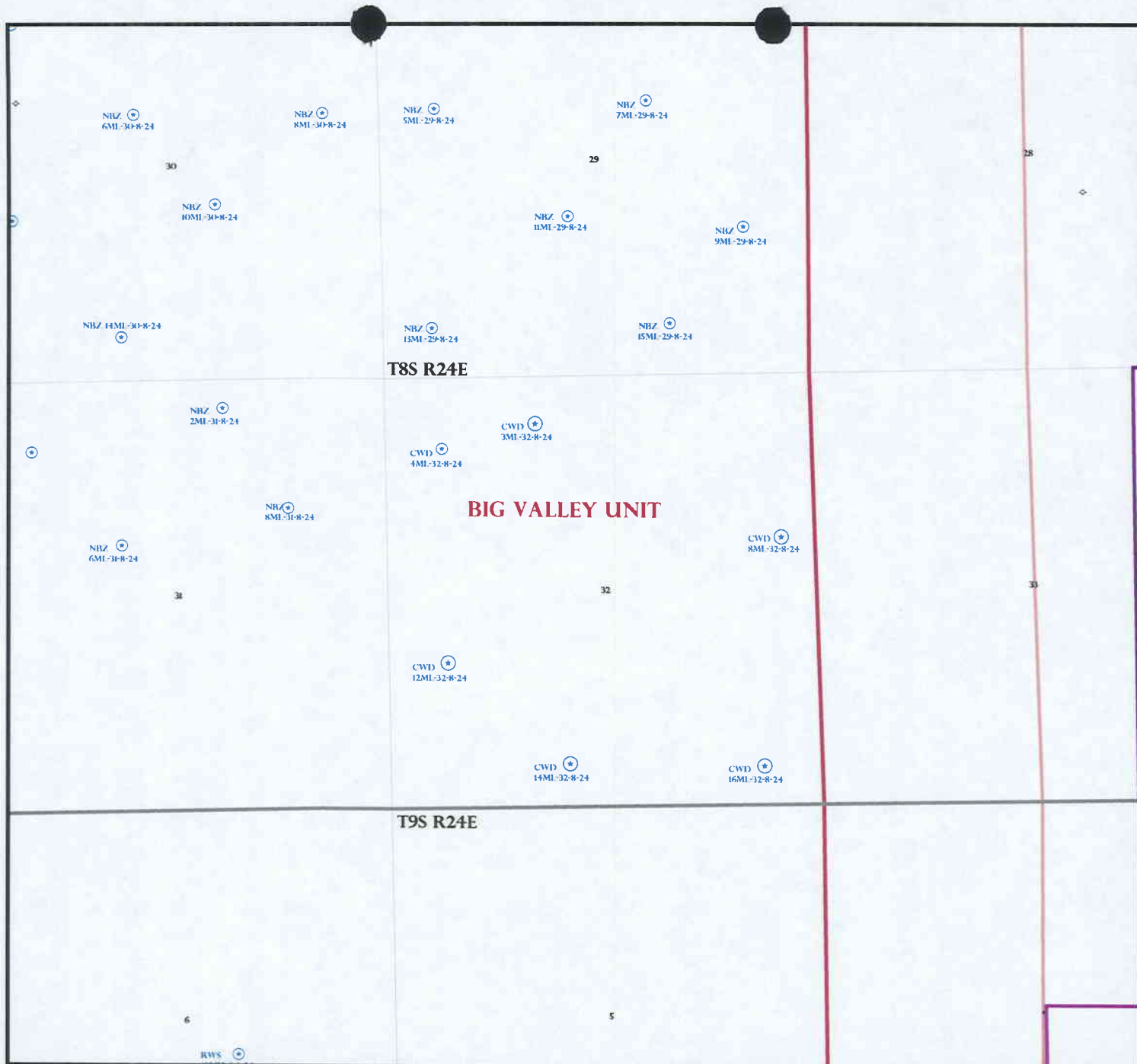
☒ Plat
☒ Bond: Fed[1] Ind[] Sta[] Fee[]
(No. ESB000024)
☒ Potash (Y/N)
☒ Oil Shale 190-5 (B) or 190-3 or 190-13
☒ Water Permit
(No. 43-8496)
☒ RDCC Review (Y/N)
(Date:)
☒ Fee Surf Agreement (Y/N)
☒ Intent to Commingle (Y/N)
(Wasatch, mesa Verde)

LOCATION AND SITING:

___ R649-2-3.
Unit BIG PACK
☒ R649-3-2. General
Siting: 460 From Qtr/Qtr & 920' Between Wells
___ R649-3-3. Exception
___ Drilling Unit
Board Cause No: _____
Eff Date: _____
Siting: _____
___ R649-3-11. Directional Drill

COMMENTS: Sep. Separate file

STIPULATIONS: 1- Federal Approval
2- Spacing Strip
3- Commingle



OPERATOR: QEP UINTA BASIN INC (N2460)

SEC: 32 T. 8S R. 24E

FIELD: UNDESIGNATED (002)

COUNTY: UINTAH

SPACING: R649-3-2 / GENERAL SITING

Field Status

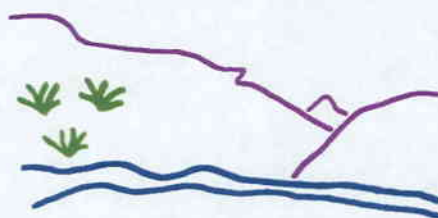
- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED

Unit Status

- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

Wells Status

- GAS INJECTION
- GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- TEMP. ABANDONED
- TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL
- DRILLING



Utah Oil Gas and Mining



PREPARED BY: DIANA WHITNEY
DATE: 19-OCTOBER-2005

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:

3160
(UT-922)

October 19, 2005

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2005 Plan of Development Big Valley Unit, Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2005 within the Big Valley, Uintah County, Utah.

API#	WELL NAME	LOCATION
------	-----------	----------

(Proposed PZ MesaVerde)

43-047-37274	CWD	3ML-32-8-24	Sec 32	T08S	R24E	0583	FNL	1812	FWL
43-047-37275	CWD	8ML-32-8-24	Sec 32	T08S	R24E	2013	FNL	0470	FEL
43-047-37276	CWD	12ML-32-8-24	Sec 32	T08S	R24E	1782	FSL	0698	FWL
43-047-37277	CWD	14ML-32-8-24	Sec 32	T08S	R24E	0536	FSL	2174	FWL
43-047-37278	CWD	16ML-32-8-24	Sec 32	T08S	R24E	0484	FSL	0726	FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File – Big Valley Unit
Division of Oil Gas and Mining
Central Files
Agr. Sec. Chron
Fluid Chron



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

November 7, 2005

QEP Uinta Basin, Inc.
11002 E 17500 S
Vernal, UT 84078

Re: CWD 8ML-32-8-24 Well, 2013' FNL, 470' FEL, SE NE, Sec. 32, T. 8 South,
R. 24 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

Administrative approval for commingling the production from the Wasatch formation and the Mesaverde formation in this well is hereby granted. Appropriate information has been submitted to DOGM in accordance with R649-3-22. No written objections from owners were received by DOGM.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37275.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

cc: Uintah County Assessor
Bureau of Land Management, Vernal District Office

Operator: QEP Uinta Basin, Inc.
Well Name & Number CWD 8ML-32-8-24
API Number: 43-047-37275
Lease: UTU-78029

Location: SE NE Sec. 32 T. 8 South R. 24 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

OCT 10 2005

SUBMIT IN TRIPLICATE*

FORM APPROVED
OMB NO. 1040-0136
Expires: February 28, 1995

BLM VERNAL, UTAH

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

TYPE OF WORK

DRILL ☒DEEPEN ☐

TYPE OF WELL

☐☒☐SINGLE ☒MULTIPLE ☐

OIL WELL

GAS WELL

OTHER

ZONE

ZONE

2. NAME OF OPERATOR

QEP UINTA BASIN, INC.

Contact: Jan Nelson

E-Mail: jan.nelson@questar.com

3. ADDRESS

11002 E. 17500 S. Vernal, Ut 84078

Telephone number

Phone 435-781-4331 Fax 435-781-4323

4. LOCATION OF WELL (Report location clearly and in accordance with and State requirements*)

At Surface

2013' FNL 470' FEL, SENE, SECTION 32, T8S, R24E

At proposed production zone

14. DISTANCE IN MILES FROM NEAREST TOWN OR POSTOFFICE*

35 +/- SOUTHEAST OF VERNAL, UTAH

15. DISTANCE FROM PROPOSED LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(also to nearest drig, unit line if any)

470' +/-

16. NO. OF ACRES IN LEASE

640.00

18. DISTANCE FROM PROPOSED location to nearest well, drilling,
completed, applied for, on this lease, ft

4000' +/-

19. PROPOSED DEPTH

9000'

21. ELEVATIONS (Show whether DF, RT, GR, ect.)

5157.4' GR

22. DATE WORK WILL START

ASAP

5. LEASE DESIGNATION AND SERIAL NO.

UTU-78029

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

N/A

7. UNIT AGREEMENT NAME

BIG VALLEY UNIT # UTU-81308X

8. FARM OR LEASE NAME, WELL NO.

CWD 8ML-32-8-24

9. API NUMBER:

43-047-37275

10. FIELD AND POOL, OR WILDCAT

UNDESIGNATED

11. SEC., T, R, M, OR BLK & SURVEY OR AREA

SEC. 32 T8S R24E Mer SLB

12. COUNTY OR PARISH

Uintah

13. STATE

UT

17. NO. OF ACRES ASSIGNED TO THIS WELL

40

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.

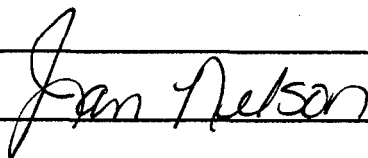
2. A Drilling Plan

3. A surface Use Plan (if location is on National Forest System Lands,
the SUPO shall be filed with the appropriate Forest Service Office).4. Bond to cover the operations unless covered by an existing bond on file (see
Item 20 above).

5. Operator certification.

6. Such other site specific information and/or plans as may be required by the
authorized officer.

SIGNED



Name (printed/typed) Jan Nelson

DATE 10-18-05

TITLE

Regulatory Affairs

(This space for Federal or State office use)

PERMIT NO.

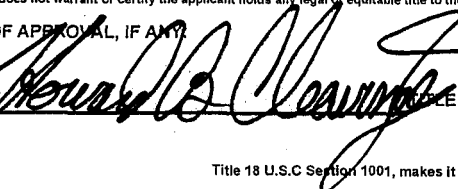
APPROVAL DATE

APR 04 2006

Application approval does not warrant or certify the applicant holds any legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

CONDITIONS OF APPROVAL, IF ANY

APPROVED BY



Assistant Field Manager

Mineral Resources

*See Instructions On Reverse Side

DIV. OF OIL, GAS & MINING

DATE

03/21/2006

Title 18 U.S.C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the
United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED

CONFIDENTIAL



UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE

170 South 500 East VERNAL, UT 84078 (435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: QEP Uinta Basin, Inc.
Well No: CWD 8ML-32-8-24
API No: 43-047-37275

Location: SENE, Sec 32, T8S, R24E
Lease No: UTU-78029
Agreement: Big Valley Unit

Petroleum Engineer:	Matt Baker	Office: 435-781-4490	Cell: 435-828-4470
Petroleum Engineer:	Michael Lee	Office: 435-781-4432	Cell: 435-828-7875
Supervisory Petroleum Technician:	Jamie Sparger	Office: 435-781-4502	Cell: 435-828-3913
Environmental Scientist:	Paul Buhler	Office: 435-781-4475	Cell: 435-828-4029
Environmental Scientist:	Karl Wright	Office: 435-781-4484	
Natural Resource Specialist:	Holly Villa	Office: 435-781-4404	
Natural Resource Specialist:	Melissa Hawk	Office: 435-781-4476	
After hours contact number: (435) 781-4513		FAX: (435) 781-4410	

**A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR
FIELD REPRESENTATIVE TO INSURE COMPLIANCE**

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Paul Buhler)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Paul Buhler)		Prior to moving on the drilling rig.
Spud Notice (Notify PE)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Jamie Sparger)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Jamie Sparger)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify PE)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

**SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)**

- Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt.
- A Paleontologist acceptable to the BLM will monitor construction activity for surface disturbing activities described in the APD. If paleontologic resources are uncovered during construction activities, the operator shall immediately suspend all operations that will further disturb such resources, and immediately notify the Authorized Officer (AO). The AO will arrange for a determination of significance and, if necessary, recommend a recovery or avoidance plan.
- If paleontologic materials are uncovered during construction, the operator shall immediately stop work that might further disturb such materials and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation will be necessary for the discovered paleontologic material.
- The access road, pipeline and well pad areas will need to be monitored by a paleontologist during construction.
- Following well plugging and abandonment, the location, access roads, pipelines, and other facilities shall be reclaimed. All disturbed surfaces shall be reshaped to approximate the original contour; the top soil respread over the surface; and, the surface revegetated. The surface of approved staging areas where construction activities did not occur may require disking or ripping and reseeding.
- The pipeline shall be buried within the identified construction width of an access corridor that contains the access road and pipelines. The operator may request in writing an exception to this COA. Exceptions to this COA may include but are not limited to: laterally extensive, hard indurated bedrock, such as sandstone, which is at or within 2 feet of the surface; and, soil types with a poor history for successful rehabilitation. The exception request will be reviewed by the authorized officer (AO) and a determination made.
- The buried pipeline exception request has been received. It has been determined that the pipeline route has bedrock exposed at the surface. The exception is granted for a surface pipeline.
- Prior to abandonment of a buried pipeline, the operator will obtain authorization from the appropriate regulatory agency. BLM will determine whether the pipeline and all above ground pipeline facilities shall be removed and unsalvageable materials disposed of at approved sites or abandoned in place. Reshaping and revegetation of disturbed land areas will be completed where necessary.

The following seed mixture shall be used:

Type		lbs./acre
Shadscale	<i>Atriplex confertifolia</i>	3
Fourwing salt bush	<i>Atriplex canescens</i>	3
Galleta grass	<i>Hilaria jamesii</i>	3
Gardners salt brush	<i>Atriplex gardneri</i>	3
** Seed shall be drilled; but if broadcasted double the pounds per acre used and work the solids mechanically to cover the seed.		

- Other reclamation methods including but not limited to mulching or soil treatments may be required on a site-specific basis.

DOWNHOLE CONDITIONS OF APPROVAL

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

- The operator must report encounters of Gilsonite to the Vernal Field Office in writing to Peter Sokolosky within 5 working days of encounter. The report(s) shall include the date(s) and depth(s) (from KB or GL) of encounter(s) and the vertical footage(s) of the encounter(s).

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well. Any changes in operation must have prior approval from the BLM, Vernal Field Office Petroleum Engineers.
- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- **Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.**
- Blowout prevention equipment (BOPE) will remain in use until the well is completed or abandoned. Closing unit controls must remain unobstructed and readily accessible at all times. Choke manifolds must be located outside of the rig substructure.
- All BOPE components will be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests must be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test must be reported in the driller's log.
- BOP drills must be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- All shows of fresh water and minerals will be reported and protected. A sample will be taken of any water flows and a water analysis furnished the BLM, Vernal Field Office. All oil and gas shows will be adequately tested for commercial possibilities, reported, and protected.

- No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the BLM, Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM, Vernal Field Office must be obtained and notification given before resumption of operations.
- Chronologic drilling progress reports must be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- Any change in the program must be approved by the BLM, Vernal Field Office. "Sundry Notices and Reports on Wells" (Form BLM 3160-5) must be filed for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.
- Emergency approval may be obtained orally, but such approval does not waive the written report requirement. Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, will require the filing of a suitable plan pursuant to Onshore Oil & Gas Order No. 1 of 43 CFR 3164.1 and prior approval by the BLM, Vernal Field Office.
- In accordance with 43 CFR 3162.4-3, this well must be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) will be submitted only when requested by the BLM, Vernal Field Office.
- **Please submit an electronic copy of all logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM. The cement bond log must be submitted in raster format (TIF, PDF other).**
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the BLM, Vernal Field Office.
- All measurement points shall be identified as point of sales or allocation for royalty determination prior to the installation of facilities.

- Oil and gas meters will be calibrated in place prior to any deliveries. The Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the BLM, Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM, Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- This APD is approved subject to the requirement that, should the well be successfully completed for production, the BLM, Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location ($\frac{1}{4}$ Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and / or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
 - Any venting or flaring of gas will be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from Field Office Petroleum Engineers.
 - All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events as defined in NTL3A, will be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

CONFIDENTIAL

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-78029
2. NAME OF OPERATOR: QEP UINTA BASIN, INC		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
3. ADDRESS OF OPERATOR: 11002 E. 17500 S. CITY VERNAL STATE UT ZIP 84078		7. UNIT or CA AGREEMENT NAME: BIG VALLEY UNIT #UTU-81308X
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2013' FNL 470' FEL		8. WELL NAME and NUMBER: CWD 8ML-32-8-24
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENE 32 8S 24E		9. API NUMBER: 4304737275
COUNTY: UINTAH		10. FIELD AND POOL, OR WILDCAT: UNDESIGNATED
STATE: UTAH		

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>APD EXTENSION</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

QEP Uinta Basin, Inc. hereby requests a 1 year extension on the CWD 8ML-32-8-24.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 11-07-06
By: [Signature]

COPY SENT TO OPERATOR
Date: 11-8-06
Initials: PM

NAME (PLEASE PRINT) <u>Jan Nelson</u>	TITLE <u>Regulatory Affairs</u>
SIGNATURE <u>[Signature]</u>	DATE <u>11/1/2006</u>

(This space for State use only)

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**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-37275
Well Name: CWD 8ML-32-8-24
Location: 2013' FNL 470' FEL, SENE, SEC. 32 T8S R24E.
Company Permit Issued to: QEP UINTA BASIN, INC.
Date Original Permit Issued: 11/7/2005

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☒

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐


Signature

11/1/2006

Date

Title: REGULATORY AFFAIRS

Representing: QEP UINTA BASIN, INC.

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NOV 03 2006

DIV. OF OIL, GAS & MINING

Division of Oil, Gas and Mining
OPERATOR CHANGE WORKSHEET

ROUTING

1. DJJ
2. CDW

Change of Operator (Well Sold)

X - Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:

1/1/2007

FROM: (Old Operator): N2460-QEP Uinta Basin, Inc. 1050 17th St, Suite 500 Denver, CO 80265 Phone: 1 (303) 672-6900	TO: (New Operator): N5085-Questar E&P Company 1050 17th St, Suite 500 Denver, CO 80265 Phone: 1 (303) 672-6900
-------------------------------------------------------------------------------------------------------------------------------------------	----------------------------------------------------------------------------------------------------------------------------------------

CA No.				Unit:	BIG VALLEY UNIT			
WELL NAME		SEC TWN RNG		API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
SEE ATTACHED LISTS				*				

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 4/19/2007
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 4/16/2007
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 1/31/2005
- Is the new operator registered in the State of Utah: Business Number: 764611-0143
- (R649-9-2) Waste Management Plan has been received on: IN PLACE
- Inspections of LA PA state/fee well sites complete on: n/a
- Reports current for Production/Disposition & Sundries on: n/a
- Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM 4/23/2007 BIA
- Federal and Indian Units:**
The BLM or BIA has approved the successor of unit operator for wells listed on: 4/23/2007
- Federal and Indian Communization Agreements ("CA"):**
The BLM or BIA has approved the operator for all wells listed within a CA on: _____
- Underground Injection Control ("UIC")** The Division has approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: _____

DATA ENTRY:

- Changes entered in the **Oil and Gas Database** on: 4/30/2007 and 5/15/2007
- Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 4/30/2007 and 5/15/2007
- Bond information entered in RBDMS on: 4/30/2007 and 5/15/2007
- Fee/State wells attached to bond in RBDMS on: 4/30/2007 and 5/15/2007
- Injection Projects to new operator in RBDMS on: 4/30/2007 and 5/15/2007
- Receipt of Acceptance of Drilling Procedures for APD/New on: n/a

BOND VERIFICATION:

- Federal well(s) covered by Bond Number: ESB000024
- Indian well(s) covered by Bond Number: 799446
- (R649-3-1) The **NEW** operator of any state/fee well(s) listed covered by Bond Number 965003033
- The **FORMER** operator has requested a release of liability from their bond on: n/a

LEASE INTEREST OWNER NOTIFICATION:

- (R649-2-10) The **NEW** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: n/a

COMMENTS: THIS IS A COMPANY NAME CHANGE.

SOME WELL NAMES HAVE BEEN CHANGED AS REQUESTED

QEP Uinta Basin (N2460) to QUESTAR E and P (N5085)
BIG VALLEY UNIT

4/30/2007 and 5/15/2007

Original Well Name	Well Name & No.	Q/Q	SEC	TWP	RNG	API	Entity	Lease	Well Type	Status
RWS 3ML-9-9-24	RWS 3ML-9-9-24	NENW	09	090S	240E	4304735483	15190	Federal	GW	S
RWS 10ML-6-9-24	RWS 10ML-6-9-24	NWSE	06	090S	240E	4304735653	15333	Federal	GW	P
CWD 4ML-32-8-24	CWD 4ML-32-8-24	NWNW	32	080S	240E	4304735684	14288	Federal	GW	P
NBZ 4ML-30-8-24	NBZ 4D-30-8-24	NWNW	30	080S	240E	4304737229		Federal	GW	APD
NBZ 6ML-30-8-24	NBZ 6ML-30-8-24	SENE	30	080S	240E	4304737230		Federal	GW	APD
NBZ 8ML-30-8-24	NBZ 8ML-30-8-24	SENE	30	080S	240E	4304737231	15976	Federal	GW	DRL
NBZ 10ML-30-8-24	NBZ 10ML-30-8-24	NWSE	30	080S	240E	4304737232		Federal	GW	APD
NBZ 12ML-30-8-24	NBZ 12D-30-8-24	NWSW	30	080S	240E	4304737233		Federal	GW	APD
NBZ 14ML-30-8-24	NBZ 14ML-30-8-24	SESW	30	080S	240E	4304737234		Federal	GW	APD
NBZ 6ML-31-8-24	NBZ 6D-31-8-24	SENE	31	080S	240E	4304737235		Federal	GW	APD
NBZ 4ML-31-8-24	NBZ 4D-31-8-24	NWNW	31	080S	240E	4304737236		Federal	GW	APD
NBZ 13ML-29-8-24	NBZ 13ML-29-8-24	SWSW	29	080S	240E	4304737237	15954	Federal	GW	DRL
NBZ 8ML-31-8-24	NBZ 8D-31-8-24	SENE	31	080S	240E	4304737238		Federal	GW	APD
NBZ 2ML-31-8-24	NBZ 2ML-31-8-24	NWNE	31	080S	240E	4304737239		Federal	GW	APD
NBZ 11ML-29-8-24	NBZ 11D-29-8-24	NESW	29	080S	240E	4304737240		Federal	GW	APD
NBZ 5ML-29-8-24	NBZ 5D-29-8-24	SWNW	29	080S	240E	4304737241		Federal	GW	APD
NBZ 7ML-29-8-24	NBZ 7ML-29-8-24	SWNE	29	080S	240E	4304737243		Federal	GW	APD
NBZ 9ML-29-8-24	NBZ 9D-29-8-24	NESE	29	080S	240E	4304737244		Federal	GW	APD
NBZ 15ML-29-8-24	NBZ 15ML-29-8-24	SWSE	29	080S	240E	4304737246		Federal	GW	APD
CWD 3ML-32-8-24	CWD 3ML-32-8-24	NENW	32	080S	240E	4304737274		Federal	GW	APD
CWD 8ML-32-8-24	CWD 8ML-32-8-24	SENE	32	080S	240E	4304737275		Federal	GW	APD
CWD 12ML-32-8-24	CWD 12ML-32-8-24	NWSW	32	080S	240E	4304737276	15323	Federal	GW	S
CWD 14ML-32-8-24	CWD 14ML-32-8-24	SESW	32	080S	240E	4304737277		Federal	GW	APD
CWD 16ML-32-8-24	CWD 16D-32-8-24	SESE	32	080S	240E	4304737278		Federal	GW	APD
RWS 2ML-5-9-24	RWS 2ML-5-9-24	NWNE	05	090S	240E	4304737306	15925	Federal	GW	DRL
RWS 8ML-5-9-24	RWS 8D-5-9-24	SENE	05	090S	240E	4304737307		Federal	GW	APD
RWS 10ML-5-9-24	RWS 10ML-5-9-24	NWSE	05	090S	240E	4304737308	15787	Federal	GW	P
RWS 12ML-5-9-24	RWS 12ML-5-9-24	NWSW	05	090S	240E	4304737309	15481	Federal	GW	P
RWS 14ML-5-9-24	RWS 14D-5-9-24	SESW	05	090S	240E	4304737310		Federal	GW	APD
RWS 16ML-5-9-24	RWS 16ML-5-9-24	SESE	05	090S	240E	4304737311		Federal	GW	APD
RWS 12ML-6-9-24	RWS 12ML-6-9-24	NWSW	06	090S	240E	4304737312	15947	Federal	GW	DRL
RWS 16ML-6-9-24	RWS 16ML-6-9-24	SESE	06	090S	240E	4304737335	15788	Federal	GW	DRL
CWD 1ML-32-8-24	CWD 1ML-32-8-24	NENE	32	080S	240E	4304737346		Federal	GW	APD
CWD 10ML-32-8-24	CWD 10D-32-8-24	NWSE	32	080S	240E	4304737347		Federal	GW	APD
RWS 6D-5-9-24	RWS 6D-5-9-24	SENE	05	090S	240E	4304737350		Federal	GW	APD
RWS 4ML-5-9-24	RWS 4ML-5-9-24	NWNW	05	090S	240E	4304737351	16020	Federal	GW	DRL
RWS 8D-6-9-24	RWS 8D-6-9-24	SENE	06	090S	240E	4304737352	15858	Federal	GW	DRL
RWS 2ML-6-9-24	RWS 2D-6-9-24	NWNE	06	090S	240E	4304737411		Federal	GW	APD
RWS 4ML-6-9-24	RWS 4ML-6-9-24	NWNW	06	090S	240E	4304737412	16035	Federal	GW	DRL
RWS 6D-6-9-24	RWS 6D-6-9-24	SENE	06	090S	240E	4304737413	99999	Federal	GW	DRL
RWS 14ML-6-9-24	RWS 14D-6-9-24	SESW	06	090S	240E	4304737414		Federal	GW	APD

QEP Uinta Basin (N2460) to QUESTAR E and P (N5085)
BIG VALLEY UNIT

4/30/2007 and 5/15/2007

Original Well Name	Well Name & No.	Q/Q	SEC	TWP	RNG	API	Entity	Lease	Well Type	Status
RWS 5ML-9-9-24	RWS 5ML-9-9-24	SWNW	09	090S	240E	4304738645		Federal	GW	APD
RWS 12ML-9-9-24	RWS 12ML-9-9-24	NWSW	09	090S	240E	4304738646		Federal	GW	APD

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL ☐ GAS WELL ☐ OTHER _____

2. NAME OF OPERATOR:
QUESTAR EXPLORATION AND PRODUCTION COMPANY

3. ADDRESS OF OPERATOR: 1050 17th Street Suite 500 CITY Denver STATE CO ZIP 80265 PHONE NUMBER: (303) 308-3068

4. LOCATION OF WELL

FOOTAGES AT SURFACE: attached

COUNTY: Uintah

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:

STATE: UTAH

5. LEASE DESIGNATION AND SERIAL NUMBER:
see attached

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
see attached

7. UNIT or CA AGREEMENT NAME:
see attached

8. WELL NAME and NUMBER:
see attached

9. API NUMBER:
attached

10. FIELD AND POOL, OR WILDCAT:

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: 1/1/2007	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: Operator Name Change
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Effective January 1, 2007 operator of record, QEP Uinta Basin, Inc., will hereafter be known as QUESTAR EXPLORATION AND PRODUCTION COMPANY. This name change involves only an internal corporate name change and no third party change of operator is involved. The same employees will continue to be responsible for operations of the properties described on the attached list. All operations will continue to be covered by bond numbers:

Federal Bond Number: 965002976 (BLM Reference No. ESB000024)

Utah State Bond Number: 965003033

Fee Land Bond Number: 965003033

Current operator of record, QEP UINTA BASIN, INC., hereby resigns as operator of the properties as described on the attached list.

Jay B. Neese, Executive Vice President, QEP Uinta Basin, Inc.

Successor operator of record, QUESTAR EXPLORATION AND PRODUCTION COMPANY, hereby assumes all rights, duties and obligations as operator of the properties as described on the attached list

Jay B. Neese, Executive Vice President
Questar Exploration and Production Company

NAME (PLEASE PRINT) Debra K. Stanberry TITLE Supervisor, Regulatory Affairs
SIGNATURE DATE 3/16/2007

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DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL: OIL WELL ☐ GAS WELL ☐ OTHER _____

2. NAME OF OPERATOR:

QUESTAR EXPLORATION AND PRODUCTION COMPANY

3. ADDRESS OF OPERATOR:

1050 17th Street Suite 500 Denver

STATE CO ZIP 80265

PHONE NUMBER:

(303) 308-3068

4. LOCATION OF WELL:

FOOTAGES AT SURFACE: attached

COUNTY: Uintah

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:

STATE:

UTAH

5. LEASE DESIGNATION AND SERIAL NUMBER:
see attached

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
see attached

7. UNIT or CA AGREEMENT NAME:
see attached

8. WELL NAME and NUMBER:
see attached

9. API NUMBER:
attached

10. FIELD AND POOL, OR WILDCAT:

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

☒ NOTICE OF INTENT
(Submit in Duplicate)

Approximate date work will start:

1/1/2007

☐ SUBSEQUENT REPORT
(Submit Original Form Only)

Date of work completion:

TYPE OF ACTION

☐ ACIDIZE

☐ ALTER CASING

☐ CASING REPAIR

☐ CHANGE TO PREVIOUS PLANS

☐ CHANGE TUBING

☐ CHANGE WELL NAME

☐ CHANGE WELL STATUS

☐ COMMINGLE PRODUCING FORMATIONS

☐ CONVERT WELL TYPE

☐ DEEPEN

☐ FRACTURE TREAT

☐ NEW CONSTRUCTION

☐ OPERATOR CHANGE

☐ PLUG AND ABANDON

☐ PLUG BACK

☐ PRODUCTION (START/RESUME)

☐ RECLAMATION OF WELL SITE

☐ RECOMPLETE - DIFFERENT FORMATION

☐ REPERFORATE CURRENT FORMATION

☐ SIDETRACK TO REPAIR WELL

☐ TEMPORARILY ABANDON

☐ TUBING REPAIR

☐ VENT OR FLARE

☐ WATER DISPOSAL

☐ WATER SHUT-OFF

☒ OTHER: Well Name Changes

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

PER THE ATTACHED LIST OF WELLS, QUESTAR EXPLORATION AND PRODUCTION COMPANY REQUESTS THAT THE INDIVIDUAL WELL NAMES BE UPDATED IN YOUR RECORDS.

NAME (PLEASE PRINT)

Debra K. Stanberry

TITLE

Supervisor, Regulatory Affairs

SIGNATURE

DATE

4/17/2007

(This space for State use only)

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APR 19 2007

DIV. OF OIL, GAS & MINING



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155



IN REPLY REFER TO
3180
UT-922

April 23, 2007

Questar Exploration and Production Company
1050 17th Street, Suite 500
Denver, Colorado 80265

Re: Big Valley Unit
Uintah County, Utah

Gentlemen:

On April 12, 2007, we received an indenture dated April 6, 2007, whereby QEP Uinta Basin, Inc. resigned as Unit Operator and Questar Exploration and Production Company was designated as Successor Unit Operator for the Big Valley Unit, Uintah County, Utah.

This indenture was executed by all required parties and the signatory parties have complied with Sections 5 and 6 of the unit agreement. The instrument is hereby approved effective April 23, 2007. In approving this designation, the Authorized Officer neither warrants nor certifies that the designated party has obtained all required approval that would entitle it to conduct operations under the Big Valley Unit Agreement.

Your nationwide oil and gas bond No. ESB000024 will be used to cover all federal operations within the Big Valley Unit.

It is requested that you notify all interested parties of the change in unit operator. Copies of the approved instruments are being distributed to the appropriate federal offices, with one copy returned herewith.

Sincerely,

/s/ Greg J. Noble

Greg J. Noble
Acting Chief, Branch of Fluid Minerals

Enclosure

bcc: Field Manager - Vernal (w/enclosure)
SITLA
Division of Oil, Gas & Mining
File - Big Valley Unit (w/enclosure)
Agr. Sec. Chron
Reading File
Central Files

UT922:TAThompson:tt:4/23/07

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APR 30 2007

DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

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APR 04 2007

BLM

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

5. Lease Serial No.

UTU-78029

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA/Agreement, Name and/or No.

BIG VALLEY UNIT # UTU-81308X

8. Well Name and No.

CWD 8ML-32-8-24

9. API Well No.

43-047-37275

10. Field and Pool, or Exploratory Area

UNDESIGNATED

11. County or Parish, State

Uintah

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

QEP Uinta Basin, Inc.

Contact: Jan Nelson

3a. Address

1571 East 1700 South Vernal, Utah 84078

3b. Phone No. (include area code)

435-781-4032

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2013' FNL 470' FEL, SENE, SECTION 32, T8S, R24E

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

TYPE OF ACTION

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other

APD EXTENSION

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

QEP Uinta Basin, Inc., hereby requests a 1 year extension on the APD for the CWD 8ML-32-8-24.

BLM APD approval date: 3/21/2006.

VERNAL DIST.

ENG. _____

GEOL. _____

E.S. _____

PET. _____

A.M. _____

RECEIVED

APR 24 2007

DIV. OF OIL, GAS & MIN.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Laura Bills

Title

Regulatory Assistant

Signature

Date

April 3, 2007

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Petroleum Engineer

Date

APR 10 2007

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)

CONDITIONS OF APPROVAL ATTACHED

UDOGM

242XJ28585

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-37275
Well Name: CWD 8ML-32-8-24
Location: 2013' FNL 470' FEL, SENE, SEC. 32, T8S R24E
Company Permit Issued to: QEP UINTA BASIN, INC.
Date Original Permit Issued: 3/21/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☒

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

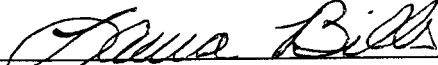
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐


Signature

4/3/2007
Date

Title: REGULATORY ASSISTANT

Representing: QEP UINTA BASIN, INC.

CONDITIONS OF APPROVAL

QEP Uinta Basin, Inc.

Notice of Intent APD Extension

Lease: UTU-78029
Well: CWD 8ML-32-8-24
Location: SENE Sec 32 T8S R24E

An extension for the referenced APD is granted with the following conditions:

1. The extension and APD shall expire on 3/20/2008.

If you have any other questions concerning this matter, please contact Jim Ashley of this office at (435) 781-4470.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

CONFIDENTIAL

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL ☐ GAS WELL ☒ OTHER _____

2. NAME OF OPERATOR:
Questar Exploration & Production Co.

3. ADDRESS OF OPERATOR:
11002 E. 17500 S. CITY VERNAL STATE UT ZIP 84078

PHONE NUMBER:
(435) 781-4301

4. LOCATION OF WELL

FOOTAGES AT SURFACE: 2013' FNL 470' FEL

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENE 32 8S 24E

5. LEASE DESIGNATION AND SERIAL NUMBER:
UTU-78029

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
N/A

7. UNIT or CA AGREEMENT NAME:
BIG VALLEY UNIT #UTU-81308X

8. WELL NAME and NUMBER:
CWD 8ML-32-8-24

9. API NUMBER:
4304737275

10. FIELD AND POOL, OR WILDCAT:
UNDESIGNATED

COUNTY: UINTAH

STATE: UTAH

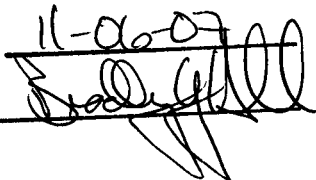
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>APD EXTENSION</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Questar Exploration & Production Co. hereby requests a 1 year extension on the CWD 8ML-32-8-24.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 11-06-07
By: 

NAME (PLEASE PRINT) Laura Bills

TITLE Regulatory Affairs

SIGNATURE 

DATE 11/2/2007

(This space for State use only)

COPY SENT TO OPERATOR
Date: 11-6-07
Initials: RM

(See Instructions on Reverse Side)

RECEIVED CONFIDENTIAL

NOV 05 2007

DIV. OF OIL, GAS & MINING

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-37275
Well Name: CWD 8ML-32-8-24
Location: 2013' FNL 470' FEL, SENE, SEC. 32 T8S R24E.
Company Permit Issued to: Questar Exploration & Production Co.
Date Original Permit Issued: 11/7/2005

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☒

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

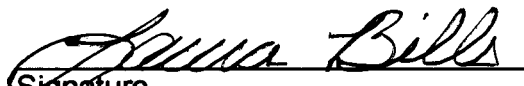
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐


Signature

11/2/2007

Date

Title: REGULATORY AFFAIRS

Representing: Questar Exploration & Production Co.

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NOV 05 2007

DIV. OF OIL, GAS & MINING



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office

170 South 500 East

Vernal, UT 84078

(435) 781-4400 Fax: (435) 781-4410

<http://www.blm.gov/ut/st/en/fo/vernal/html>



IN REPLY REFER TO:

3160

UT08300

May 14, 2008

43-047-37275

Jan Nelson
Questar Exploration & Production, Co.
11002 East 17500 South
Vernal, UT 84078

Re: Notice of Expiration
Well No. CWD 8ML-32-8-24
SENE, Sec. 32, T8S, R24E
Uintah County, Utah
Lease No. UTU-78029
Big Valley Unit

Dear Ms. Nelson:

The Application for Permit to Drill the above-referenced well was approved on March 21, 2006. A one (1) year extension of the original APD was requested. The request was reviewed and the extension approved until March 20, 2008. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact me at (435) 781-4455.

Sincerely,

Cindy Severson

Cindy Severson
Land Law Examiner

cc: UDOGM

RECEIVED

MAY 19 2008

DIV. OF OIL, GAS & MINING



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

November 6, 2008

43 047 37275
CWD 8ML-32-8-24
85 2AE 32

Laura Bills
Questar Exploration & Production, Co.
11002 East 17500 South
Vernal, UT 84078

Re: APDs Rescinded at the request of Questar Exploration & Production, Co.

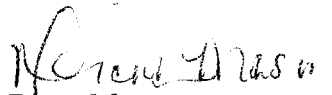
Dear Ms. Bills:

Enclosed find the list of APDs that you requested to be rescinded to Questar Exploration & Production, Company. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective November 6, 2008.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject locations.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,


Diana Mason
Environmental Scientist

cc: Well File
Bureau of Land Management, Vernal



WT 13ML-19-8-25	43-047-37304
NBZ 7ML-29-8-24	43-047-37243
HK 14ML-30-8-25	43-047-37334
HK 10ML-30-8-25	43-047-37333
HK 08ML-30-8-25	43-047-37349
HK 06ML-30-8-25	43-047-37348
HK 05ML-30-8-25	43-047-37332
HK 02ML-30-8-25	43-047-37331
HK 05ML-29-8-25	43-047-37330
HK 03ML-29-8-25	43-047-37305
HK 15ML-19-8-25	43-047-37303
CWD 8ML-32-8-24	43-047-37275
CWD 1ML-32-8-24	43-047-37346